

House File 616

H-1230

1 Amend House File 616 as follows:

2 1. Page 1, line 1, after <c,> by inserting <d,>

3 2. Page 1, by striking line 4 and inserting

4 <targeted jobs in an urban renewal area of a ~~pilot~~
5 project city>

6 3. Page 1, after line 5 by inserting:

7 <d. ~~"Pilot project"~~ "Project city" means a city that
8 has applied and been approved as a ~~pilot~~ project city
9 pursuant to subsection 2.>

10 4. Page 1, by striking line 15 and inserting <will
11 be located in an urban renewal area of a ~~pilot~~ project>

12 5. Page 1, line 19, by striking <pilot> and
13 inserting <~~pilot~~>

14 6. Page 1, line 23, by striking <pilot> and
15 inserting <~~pilot~~>

16 7. Page 1, after line 34 by inserting:

17 <Sec. _____. Section 403.19A, subsection 2, paragraph
18 a, unnumbered paragraph 1, Code 2013, is amended to
19 read as follows:

20 An eligible city may apply for designation as a
21 ~~pilot~~ project city pursuant to this subsection. An
22 eligible city is a city that contains three or more
23 census tracts and is located in a county meeting one of
24 the following requirements:

25 Sec. _____. Section 403.19A, subsection 2, paragraph
26 b, subparagraphs (1) and (2), Code 2013, are amended
27 to read as follows:

28 (1) The department of economic development shall
29 approve four eligible cities as ~~pilot~~ project cities,
30 one pursuant to paragraph "a", subparagraph (1), one
31 pursuant to paragraph "a", subparagraph (2), and two
32 pursuant to paragraph "a", subparagraph (3). If two
33 eligible cities are approved which are located in the
34 same county and the county has a population of less
35 than forty-five thousand, the two approved eligible
36 cities shall be considered one ~~pilot~~ project city.
37 If more than two cities meeting the requirements of
38 paragraph "a", subparagraph (3), apply to be designated
39 as a ~~pilot~~ project city, the department of economic
40 development shall determine which two cities hold
41 the most potential to create new jobs or generate the
42 greatest capital within their areas. Applications from
43 eligible cities filed on or after October 1, 2006,
44 shall not be considered.

45 (2) If a ~~pilot~~ project city does not enter into a
46 withholding agreement within one year of its approval
47 as a ~~pilot~~ project city, the city shall lose its
48 status as a ~~pilot~~ project city. If two ~~pilot~~ project
49 cities are located in the same county, the loss of
50 status by one ~~pilot~~ project city shall not cause the

1 second ~~pilot~~ project city in the county to lose its
2 status as a pilot project city. Upon such occurrence,
3 the department of economic development shall take
4 applications from other eligible cities to replace that
5 city. Another city shall be designated within six
6 months.>

7 8. Page 2, line 1, by striking <and f> and
8 inserting <e, f, g, j, k, and l>

9 9. Page 2, line 2, by striking <pilot> and
10 inserting <~~pilot~~>

11 10. Page 2, by striking lines 3 through 5 and
12 inserting <for the deposit into a designated account
13 in the special fund described in section 403.19,
14 subsection 2, of the target jobs withholding credit
15 described>

16 11. Page 2, line 20, by striking <pilot> and
17 inserting <~~pilot~~>

18 12. Page 2, by striking lines 21 through 23 and
19 inserting <allocated to and when collected paid into a
20 designated account in the special fund for the urban
21 renewal area in which the targeted jobs are located.
22 All>

23 13. Page 2, line 24, by striking <pilot> and
24 inserting <~~pilot~~>

25 14. Page 2, by striking line 25 and inserting
26 <project city for an urban renewal project related to
27 the>

28 15. Page 2, line 27, by striking <pilot> and
29 inserting <~~pilot~~>

30 16. Page 2, line 32, by striking <~~pilot~~>

31 17. Page 3, by striking lines 4 and 5 and inserting
32 <least five hundred thousand dollars within the urban
33 renewal area. The withholding agreement may>

34 18. Page 3, line 7, by striking <~~pilot~~>

35 19. Page 3, line 15, by striking <~~pilot~~> and
36 inserting <~~pilot~~>

37 20. Page 3, line 17, by striking <pilot> and
38 inserting <~~pilot~~>

39 21. Page 3, line 19, by striking <pilot> and
40 inserting <~~pilot~~>

41 22. Page 3, line 22, by striking <pilot> and
42 inserting <~~pilot~~>

43 23. Page 3, by striking line 30 and inserting
44 <moneys in the special fund. The economic>

45 24. Page 3, line 32, by striking <~~pilot~~>

46 25. Page 4, after line 16 by inserting:

47 <e. (1) The employer shall certify to the
48 department of revenue that the targeted jobs
49 withholding credit is in accordance with the
50 withholding agreement and shall provide other

1 information the department may require. Notice of any
2 withholding agreement shall be provided promptly to
3 the department of revenue following execution of the
4 agreement by the ~~pilot~~ project city and the employer.
5 (2) Following termination of the withholding
6 agreement, the employer credits shall cease and
7 any money received by the ~~pilot~~ project city after
8 termination shall be remitted to the treasurer of state
9 to be deposited into the general fund of the state.
10 Notice shall be provided promptly to the department of
11 revenue following termination.>
12 26. Page 4, line 23, by striking <pilot>
13 27. Page 5, line 8, by striking <pilot>
14 28. Page 5, after line 9 by inserting:
15 <g. A ~~pilot~~ project city shall certify to the
16 department of revenue the amount of the targeted jobs
17 withholding credit an employer has remitted to the city
18 and shall provide other information the department may
19 require.
20 j. (1) A ~~pilot~~ project city entering into a
21 withholding agreement shall arrange for matching local
22 financial support for the project. The local match
23 required under this paragraph "j" shall be in an amount
24 equal to one dollar for every dollar of withholding
25 credit received by the ~~pilot~~ project city.
26 (2) For purposes of this paragraph "j", "local
27 financial support" means cash or in-kind contributions
28 to the project from a private donor, a business, or the
29 ~~pilot~~ project city.
30 (3) If the project, when completed, will increase
31 the amount of an employer's taxable capital investment
32 by an amount equal to at least ten percent of the
33 amount of withholding credit dollars received by the
34 ~~pilot~~ project city, then the ~~pilot~~ project city shall
35 itself contribute at least ten percent of the local
36 match amount computed under subparagraph (1).
37 (4) If the project, when completed, will not
38 increase the amount of an employer's taxable capital
39 investment by an amount at least equal to ten percent
40 of the amount of withholding credit dollars received
41 by the ~~pilot~~ project city, then the ~~pilot~~ project city
42 shall not be required to make a contribution to the
43 local match.
44 (5) A ~~pilot~~ project city's contribution, if any, to
45 the local match may include the dollar value of any tax
46 abatement provided by the city to the business for new
47 construction.
48 k. At the time of submitting its budget to the
49 department of management, the ~~pilot~~ project city shall
50 submit to the department of management and the economic

1 development authority a description of the activities
2 involving the use of withholding agreements. The
3 description shall include but is not limited to the
4 following:
5 (1) The total number of targeted jobs and a
6 breakdown as to those that are Iowa business expansions
7 or retentions within the city limits of the ~~pilot~~
8 project city and those that are jobs resulting from
9 established out-of-state businesses moving to or
10 expanding in Iowa.
11 (2) The number of withholding agreements and the
12 amount of withholding credits involved.
13 (3) The types of businesses that entered into
14 agreements, and the types of businesses that declined
15 the city's proposal to enter into an agreement.
16 1. The economic development authority in
17 consultation with the department of revenue shall
18 coordinate the ~~pilot~~ project program with the ~~pilot~~
19 project cities under this section. The economic
20 development authority is authorized to adopt, amend,
21 and repeal rules to implement the ~~pilot~~ project program
22 under this section.>
23 29. Page 5, line 13, by striking <pilot>
24 30. Page 5, line 20, by striking <pilot>
25 31. Page 5, line 27, by striking <pilot>
26 32. Page 5, line 29, by striking <pilot>
27 33. Page 6, line 4, by striking <pilot>
28 34. By renumbering as necessary.

THOMAS of Clayton